

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 654 - SB 644

March 30, 2015

SUMMARY OF BILL: Removes the reciprocity provision that out-of-state employees who are temporarily performing services in this state are exempt from the Tennessee Workers' Compensation Law when certain requirements are met for purposes of construction services providers, and instead, requires that out-of-state construction services providers and their employers comply with the Tennessee Workers' Compensation Law.

ESTIMATED FISCAL IMPACT:

Increase State Revenue – Exceeds \$1,000/Uninsured Employers Fund

Assumption:

- The Division of Worker's Compensation reports the bill could lead to greater enforcement action by the Uninsured Employers Fund. The increased enforcement action has the potential to lead to greater revenue collection from penalties. The amount of increased revenue is not quantifiable at this time, but is reasonably estimated to exceed \$1,000 annually.

IMPACT TO COMMERCE:

Increase Business Expenditures – Exceeds \$1,000

Assumption:

- The increase in enforcement action has the potential to lead to an increase in business expenditures in the form of penalties from potential violations. The total increase in business expenditures is reasonably estimated to exceed \$1,000.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

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